

City of Pollard, Arkansas

Financial and Compliance Report

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF POLLARD, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2022

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Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Pollard, Arkansas Officials and Council Members
Legislative Joint Auditing Committee

A priority of Arkansas Legislative Audit is to assist local government officials by promoting sound financial management and accountability of government resources. The Legislative Auditor reports on the fiscal affairs of local governments, as well as compliance with relevant state laws and observance of good business practices to provide accountability for tax dollars expended to support government operations.

We have performed certain limited procedures with respect to cash basis financial information and compliance with certain state laws and accepted accounting practices for the City of Pollard, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated August 16, 2023. These procedures were not performed for the Water and Sewer Funds. Management of the City is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The findings contained in this section relate to the following officials who held office during 2022:

Mayor: Marty Conley
Recorder/Treasurer: Mary Small

We evaluated the City's compliance with certain state laws concerning general accounting, budgeting, purchasing, and investing and depositing of public funds.

Noncompliance with state law and accepted accounting practices was noted in the office of **Recorder/Treasurer**.

Recorder/Treasurer

For the two months tested of December and September 2022, collateral coverage for the City's accounts was not sufficient, in noncompliance with Ark. Code Ann. § 19-8-107. December was under collateralized by \$69,975 (22%) and September by \$71,091 (22%).

This report is intended solely for the information and use of the Legislative Joint Auditing Committee, local City government, state executive and oversight management, and other parties as required by Arkansas Code, and is not intended to be and should not be used by anyone other than these specified parties. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record and distribution is not limited.

ARKANSAS LEGISLATIVE AUDIT

Handwritten signature of Roger A. Norman in cursive.

Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

Little Rock, Arkansas
August 16, 2023
LOM215622

CITY OF POLLARD, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2022
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2022	\$ 126,933	\$ 146,557
Receipts:		
State aid	2,879	27,234
Federal aid		21,029
Property taxes	4,103	2,931
Franchise fees	11,593	
Sales taxes	33,494	
Interest	248	223
Local permits and fees		100
Rental income	300	
Donations and fundraisers		100
Sale of equipment		2,340
Total Receipts	<u>52,617</u>	<u>53,957</u>
Disbursements:		
General government	33,472	
Highways and streets		14,117
Public safety		10,908
Total Disbursements	<u>33,472</u>	<u>25,025</u>
Cash Balance, December 31, 2022	<u>\$ 146,078</u>	<u>\$ 175,489</u>

CITY OF POLLARD, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022
 (UNAUDITED)

Schedule 2

	<u>Street</u>	<u>Fire Equipment and Training</u>	<u>Volunteer Fire Department Building</u>	<u>American Rescue Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2022	\$ 86,582	\$ 16,810	\$ 22,152	\$ 21,013	\$ 146,557
Receipts:					
State aid	16,663	10,571			27,234
Federal aid				21,029	21,029
Property taxes	2,931				2,931
Interest	141		23	59	223
Local permits and fees		100			100
Donations and fundraisers		100			100
Sale of equipment		2,340			2,340
Total Receipts	<u>19,735</u>	<u>13,111</u>	<u>23</u>	<u>21,088</u>	<u>53,957</u>
Disbursements:					
Highways and streets	14,117				14,117
Public safety		10,908			10,908
Total Disbursements	<u>14,117</u>	<u>10,908</u>			<u>25,025</u>
Cash Balance, December 31, 2022	<u>\$ 92,200</u>	<u>\$ 19,013</u>	<u>\$ 22,175</u>	<u>\$ 42,101</u>	<u>\$ 175,489</u>

CITY OF POLLARD, ARKANSAS
 OTHER INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2022
 (UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand and savings accounts and certificates of deposit.

2. The Municipality's capital assets records are summarized below:

	December 31, 2022
Land	\$ 7,500
Buildings	300,760
Equipment	62,374
Total	\$ 370,634

3. The City received federal funding in the following amount related to COVID-19 relief:

	December 31, 2022
American Rescue Plan Act (ARPA)	\$ 21,029